COMMERCE AND INDUSTRIES SECRETARIAT

Notification No. CI 302 EMO 77
Bangalore, dated 18th May 1979.

In pursuance of sub-section (1) of Section 5 of the Mines and Minerals (Regulation and Development) Act, 1957, and after obtaining the approval of the Government of India, accorded under sub-section (2) of Section 5 of the said Act vide their letter No. 5/93/77 M-5 dated 12th March 1979 the Government of Karnataka hereby sanctions a Mining Lease in favour of M/s. Durga Mining Company for a period of 20 (Twenty) years for Manganese ore over an area of 100 acres (40.47 hectares) of land in Gavali village, Khanapur Taluk, Belgaum District, as per sketch furnished by the Director of Mines and Geology, Bangalore.

The grant of the above Mining Lease is subject to the terms and conditions appended hereunto.

Terms and conditions

(a) Mining Lease should be in respect of Manganese Ore only. If other Minerals are found in association with Manganese Ore they should be brought to the notice of Government and if the lessee desires to mine these minerals along with Manganese Ore he/they should do so only after the consent of Government is obtained in writing;

(b) Royalty at the rates prescribed in the Second Schedule to the Mines and Minerals (Regulation and Development) Act, 1957 or the dead rent at the following rate in respect of each mineral per hectare per annum, whichever is greater, shall be charged provided that dead rent shall not be payable for the first year of the lease.

1st year of the lease.	Nil
2nd to 5th year of the lease	Rs. 12.50
6th to 10th year of the lease	Rs. 25.00
11th year and onwards of the lease	Rs. 37.50

(c) Surface rent at the rate of Rs. 2.50 per hectare per annum or the actual area used by the lessee for mining purposes shall be charge ;

(d) If [illegible] or any other 'Substance Prescribed' under Section 3 of the Atomic Energy Act No. XXIX of 1948 is found to occur in the property under the lease, the lessee shall make available such mineral to the Government of India.

(e) The lease shall be subject to the provisions of Rules in Chapter IV of the Mineral Concession Rules, 1960 ;

(f) The lease shall also be subject to the rules issued under section 18 of the Mines and Minerals (Regulation and Development) Act 1957.

(g) The lessee shall pay to the Director of Mines and Geology in Karnataka, Bangalore, necessary security deposit for due observ. ance of the terms and conditions of the lease in accordance with rules 32 of lease is issued to him;

(h) The lessee shall submit confidentially from time to time or when required, progress reports to the Director of Mines and Geology along with analysis and representative samples of the ores collected during the mining operations;

(i) The lessee shall be governed by all conditions that may be incorporated in the lease deed to be executed;

(j) The lessee shall abide by the Rules contained in the Mysore State Forest Manual; if the lease area covers any forest land;

(k) The total area held by the lessee under Mining leases including the present shall not exceed 25.9 Sq. Kilometers;

(l) Government shall have the right of purchasing the ore at current market rates;

(m) The lease would be determined if the lessee fails to commence affective mining operations within one year from the date of execution of lease deed.

(n) The area mentioned above is subject to verification after actual survey; and

(o) Local and other cessee as prevalent in Belgaum District.

By Order and in the name of the Governor of Karnataka,

T. ASHTA MURTHY,
Under Secretary to Government,
Commerce and Industries Department.

1091—S. O. 1464

Printed by the Director of Printing Sty. & Publns. at the Govt. Press, B'lore